



**North Carolina Department of Health and Human Services
Division of Mental Health, Developmental Disabilities and Substance Abuse Services**

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Michael F. Easley, Governor
Carmen Hooker Odom, Secretary

Michael Moseley, Director

October 1, 2004

MEMORANDUM

TO: Area/County Directors

FROM: Wanda Mitchell
Budget & Finance Office

RE: SFY 05 Final Continuation Allocation

Attached is the SFY 05 Final Continuation allocation. Though the General Assembly did not provide any new funding in the adopted budget for this current year, there are some adjustments in existing funds.

Funding included in this allocation include last year's SFY 04 "final" allocation amount as provided in a memo dated August 28, 2003, with adjustments for subsequent allocations made during SFY 04 noted as recurring increases or decreases. In addition, the LME 13% administrative overhead was realigned from existing budgets as reflected in the June 29, 2004 memo of the SFY 05 Preliminary Continuation allocation.

Within this final allocation, there are several changes that you should note:

1. State and federal DD Non-UCR Other and State DD Service Funds have been realigned evenly between UCR Adult and UCR Child. Over the years the identities of these funds have either shifted or are no longer needed for the purpose for which they were originally allocated outside Non-UCR. Therefore, these funds are being moved inside UCR for tracking purposes. The only exception is Residential Subsidy funding which was left in the Non-UCR Other account. If, after you have assessed these funds, you find it necessary to have the UCR Adult or Child funds realigned back to Non-UCR, please submit your request in writing to the Budget & Finance Office. We will work with the Community Policy Management Team to review your request for approval.
2. Public Private Partnership (PPP) funds are now considered regular UCR dollars. Requirements associated with PPP funds are no longer necessary.
3. Early Childhood Intervention funds as well as Family Preservation Funds are no longer available to DMH/DD/SAS and have been removed from the SFY05 Final Continuation Allocation. The responsibility for Early Intervention has been transferred to the Department of Public Health. However, the Division will continue to provide Developmental Day funds to children under three years old with existing Child DD funds for SFY 05 **ONLY**. Additional information concerning the process of how LME's are to report and receive these funds will be forthcoming.



Some area programs will notice a change in coding in their fund allocation. This is necessary for the Division for tracking and reporting requirements associated with Federal Funds.

<u>Federal Funds</u>	<u>CFDA #</u>	<u>FRC</u>
PATH	93.150	5F
Social Services Block Grant	93.667	Q7
Mental Health Block Grant	93.958	6R
Substance Abuse Prevention & Treatment Block Grant	93.959	5G
Governor's Safe & Drug Free Schools	84.186	5E

Should you have any questions related to this memo, please contact Kristi Hickman of the Budget & Finance Team at (919) 733-7013 or e-mail Kristi.Hickman@ncmail.net

Attachments

cc: Secretary Carmen Hooker Odom
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